IN THE UNITED STATES DISTRICT COURT FOR THE SOUTHERN DISTRICT OF MISSISSIPPI SOUTHERN DIVISION

STATE OF MISSISSIPPI; STATE OF ALABAMA; STATE OF ARKANSAS; COMMONWEALTH OF KENTUCKY; STATE OF LOUISIANA; STATE OF MISSOURI; and STATE OF MONTANA,

Plaintiffs,

v.

XAVIER BECERRA, in his official capacity as Secretary of Health and Human Services; THE UNITED STATES DEPARTMENT OF HEALTH AND HUMAN SERVICES; CHIQUITA BROOKS-LASURE, in her official capacity as Administrator of the Centers for Medicare and Medicaid Services; THE CENTERS FOR MEDICARE AND MEDICAID SERVICES; THE UNITED STATES OF AMERICA,

Case No. 1:22-cv-113-HSO-RPM

Defendants.

PLAINTIFFS' NOTICE OF SUPPLEMENTAL AUTHORITIES

While preparing for tomorrow's hearing, arguing counsel for Plaintiffs recently discovered two decisions from the Fifth Circuit: Wages & White Lion Invs. v. FDA, 90 F.4th 357 (5th Cir. 2024) (en banc) (attached as Ex.A); Chamber of Com. v. SEC, 88 F.4th 1115 (5th Cir. 2023) (attached as Ex.B). Both Wages and Chamber were published after the parties finished summary-judgment briefing. And both refute Defendants' arguments against vacatur.

Defendants argue that vacatur isn't a valid remedy. See Cross-MSJ Br. (Doc. 91) at 24; Cross-MSJ Rebuttal (Doc. 122) at 14. They claim that, in the June 2023 decision United States v. Texas, "[t]hree Justices" suggested "there are 'serious' arguments" against vacatur. Cross-MSJ Rebuttal at 14 (quoting 599 U.S. 670, 693-99 (2023) (Gorsuch, J., concurring in the judgment)). But both Wages and Chamber postdate Texas. In Chamber, the Fifth Circuit reiterates that vacatur remains an "appropriate remedy" in this circuit. 88 F.4th at 1118. And in Wages, the en banc Fifth Circuit did, in fact, vacate an agency's rule. See 90 F.4th at 381-82, 384, 390.

Defendants also argue for remand without vacatur, insisting that disruptive consequences alone are "sufficient to justify" that weaker remedy. Cross-MSJ Rebuttal at 14-15; see also Cross-MSJ Br. at 24-25. But Chamber clarifies that remand without vacatur is appropriate only when "two conditions" are satisfied, Chamber, 88 F.4th at 1118 (emphasis added)—just like Plaintiffs argued here, Cross-MSJ Opp. (Doc. 108) at 25-26. One is "disruptive consequences"; the other is that "there must be a 'serious possibility' that the agency will be able to correct the rule's defects on remand." Chamber, 88 F.4th at 1118. "Remand without vacatur is therefore inappropriate for agency action suffering from one or more serious procedural or substantive deficiencies." Id. Because a lack of statutory authority is a serious deficiency, the "default rule" of remand with vacatur applies here. Id.

Dated: March 12, 2024

s/ Justin L. Matheny

Justin L. Matheny (MS Bar No. 100754)

Deputy Solicitor General Mississippi Attorney General's Office

P.O. Box 220

Jackson, MS 39205-0220

(601) 359-3680

justin.matheny@ago.ms.gov

Respectfully submitted,

s/ Cameron T. Norris

Cameron T. Norris*

CONSOVOY MCCARTHY PLLC 1600 Wilson Blvd., Ste. 700

Arlington, VA 22209

(703) 243-9423

cam@consovoymccarthy.com

*pro hac vice

CERTIFICATE OF SERVICE

I e-filed this notice with the Court, which will email everyone requiring service.

Dated: March 12, 2024 s/ Cameron T. Norris